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Dear Judge Rhodes,

Case #: 13-53846

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U.S. BANKRUPTCY COURT  
E.D. MICHIGAN-DETROIT

From what I could hear and read of the Jones Day attorneys closing arguments from the back of the room Monday (and it is difficult for me from that distance), the Jones Day attorney was putting the burden of proof on others, rather than her own law firm which "represents" the city of Detroit as well as the cities adversaries, UBS and Bank of America.

Whose obligation is it to show that the swap deals were illegal? The justice department? the Securities and Exchange? People as far as Germany have complained about the effects of the manipulation of the libor. Baltimore has a class action suit against the banks. People from Scotland and

around the world are sending money to try<sup>2</sup>  
and help Detroiters. Diane Bukowski  
has written much on her on-line, Voice of  
Detroit.net, about the swaps deals; I  
heard about the real estate bubble in 2002,  
and the banks that were bundling the mortgages  
knew the bubble would burst eventually,  
even with their <sup>their true forecasts</sup> manipulations; they  
misrepresented and put cities under duress  
(lower your <sup>bond</sup> ratings if you don't). Wikipedia  
has 3 categories for "interest rate swap."  
fixed <sup>interest rate</sup> (lender) to fixed <sup>interest rate</sup> (borrower) and  
variable interest rate <sup>lender</sup> to variable interest rate <sup>(borrower)</sup>  
are used ~~for~~ when you have the same currency;  
variable to fixed or fixed to variable  
are used when there are two different  
currencies. Monday outside the federal  
building I spoke to an attorney representing

Bank of America; he said that when you sell something to someone with a different currency you can adjust for devaluations or ~~of~~ increases in the two currencies. ~~He~~

Why did the banks ~~promote~~ promote a business practice that was normally used for international transactions? Before the close of 2013, at least 20 American cities had filed for bankruptcy. After the crash in 2008, the tax payers bailed out the banks, and they also got the benefit of borrowing money from the federal reserve at close to 0% interest. Did they share that benefit with the tax payers that bailed them out? No! So far, did the department of justice or securities exchange help the struggling cities? No! The department of "justice s.c." fined these banks multiple times, and put some of their officers

on probation, rather than<sup>in</sup> a cold jail<sup>converted 4</sup>  
with cold concrete floors and no beds<sup>prison on Mound Rd</sup>  
run by the State of Michigan to detain  
Detroiters. The help Detroit is getting  
from the federal government is \$3 million  
dollars to pay Councilperson Shantele  
Jenkins husband's ~~business~~<sup>employer</sup>, Strategic  
Staffing Solutions, to provide professional  
consultant/contractor services to the Police.  
My old hand made sign, "How much would a  
Police State Cost or How Much does it?"<sup>is</sup> is  
the only "help" we get from the federal govern-  
ment? I remember a Chinese Student telling  
me that in China, the government would not  
sit back and allow a city to go bankrupt;  
they would help.

When I have borrowed money I always wanted a fixed rate, as I remembered how the interest rate went up to 14 % during Carter's term. Nixon ~~overcame~~ froze prices, but people with published prices couldn't raise prices to compensate for their <sup>ers</sup> suppliers increases that were unpublished; so he <sup>Nixon</sup> stopped the freeze and changed the cost of living formula by swaying mortgages for rents or visa versa, which made things look better for awhile. ~~Then~~ <sup>Later</sup> Carter had to take all the blame for high inflation.

So these banks played on this legitimate fear knowing that they have enough clout to get a good bail out for themselves. Did not Geitner go against Obama's order to let Citi Bank go down? Geitner was a former Citi Bank employee... a conflict of interest? like Jones Day representing both sides the city of Detroit and the banks.

Before any decision is rendered by you on this matter, I would urge you not to put the cart before the horse. First we should look at the constitutionality of the new emergency manager law that was passed by a ~~large~~ <sup>large</sup> ~~and~~ Michigan legislature session in December 2013, just weeks after the electorate voted to repeal a similar law. If this is illegal, then Kevin Orr and his appointed Jones Day are not the legal representatives of the city.

If Bank of America, UBS, JP Morgan and others have had to pay the government for their illegal practices, we should not borrow from Barclay who has clean hands to pay back UBS and Bank of America, et al who have dirty hands and who could help Detroit by repaying us. If we pay them anything that takes them off the hook, doesn't it?



If the Casino revenues ~~should~~<sup>would</sup> be  
reimposed from US Bank To what  
was written into the legislation that the  
revenue would go toward improving the  
quality of life, this whole justification  
for settling with crooks ~~would~~ be to  
free up casino revenues, would go  
away. If this is an illegal use of public  
revenue, let Jones Day work to stop the  
transfer to US Bank. These casinos are  
one of the causes of our bankruptcy as it  
takes money out of the local economy, including  
the property taxes, and concentrates it in a  
few hands, probably mostly to be invested  
elsewhere. Unlike business gambels, this  
gambling just transfers money from many to  
a few with no increase in standard of living  
for the many. Eventually they will go bankrupt  
too, like Biloxi <sup>101</sup> sp. Miss.

the appeal

Again, please consider getting <sup>and on</sup> rulings on the constitutionality of PA 436, the illegality of the transfer of Casino revenues to US Bank instead of <sup>(using them)</sup> to maintaining city services, and on whether or not the banks should be required to reimburse cities for the costs incurred from the swap agreements.

As a federal judge can you ask the dept of justice and SEC to help with this and other similar cases.

Respectfully,

Jurda / Durah  
in October 2013

P.S. The City Council voted unanimously 9 to 0 to <sup>reject</sup> Kevin Orr's order to OK the Barclay Loan to pay off Bank of America and UBS.

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Does the state of Michigan Constitution  
or laws speak to the ethics of conflict  
of interests for people who are supposed  
to be serving the public interest?

Conflicts of interests in city and state  
matters should be prohibited.

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